

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:4461
ANSWERED ON:19.05.2006
RAIDS OF BSE/NSE OFFICERS
Patil Shri Balasaheb Vikhe

Will the Minister of FINANCE be pleased to state:

- (a) whether SEBI, NSE and Income-tax authorities have conducted any surveys/raids at the offices of members of Bombay Stock Exchange and National Stock Exchange particularly in New Delhi during the last three years;
- (b) if so, the details of those members whose premises have been searched during the above period, member-wise and agency-wise;
- (c) whether any discrepancies have been found by the above authorities during the search period, agency-wise;
- (d) if so, the finding of searches/raid; and
- (e) the action Government has initiated or propose to take against the guilty?

Answer

MINISTER OF THE STATE IN THE MINISTRY OF FINANCE (SHRI PAWAN KUMAR BANSAL)

a): The Income Tax authorities have conducted raids at the offices of members of Bombay Stock Exchange (BSE) and National Stock Exchange (NSE).

b): The details of members of NSE/BSE who were searched during the last three years are as under:

- (i) M/s Manvadi Shares and Finance P. Ltd. (NSE and BSE)
- (ii) M/s Monarch Projects and Finmarkets Ltd. (NSE)
- (iii) M/s Pravin Ratilal Share and Stock Brokers Ltd. (Member of NSE and sub-broker of BSE)
- (iv) M/s Mahipat Raichand Share Broking Pvt. Ltd. (Member of NSE and sub-broker BSE)
- (v) M/s J.K. Securities Pvt. Ltd. (NSE)
- (vi) M/s Dolat Capital Market Ltd. (BSE, NSE)
- (vii) M/s Nirpan Securities Pvt. Ltd (NSE)
- (viii) M/s Shailesh Shah Securities Pvt. Ltd. (BSE)

(c) to (e): Many incriminating documents were found and seized during search operation and comprehensive reports have been sent by the Investigation Wing to the respective Assessing Officers, having jurisdiction over the companies. The Assessing Officers are examining the issues involved before making assessment in each case. On completion of the assessment proceedings, appropriate action as per Income Tax Act will be taken.